ORIGINAL

BEFORE THE ARIZONA CORPORATION COMMISSION

2003 APR 29 A 11: 42

MARC SPITZER
Chairman
JIM IRVIN
Commissioner
WILLIAM A. MUNDELL
Commissioner
JEFF HATCH-MILLER
Commissioner
MARK GLEASON
Commissioner

Arizona Corporation Commission

DOCKETED

APR 2 9 2003

DOCKETED BY CAP

IN THE MATTER OF THE PETITION AT&T COMMUNICATIONS OF THE MOUNTAIN STATES INC. FOR ARBITRATION OF INTERCONNECTION RATES, TERMS AND CONDITIONS WITH QWEST CORPORATION f/k/a U S WEST COMMINCATIONS, INC. PURSUANT TO 47 U.S.C. 252(b) OF THE TELECOMMINCATIONS ACT OF 1996

Docket No. T-02428A-96-0417 Docket No. T-01051B-96-0417

AT&T'S RESPONSE TO QWEST CORPORATION'S REQUEST FOR PARTIAL WAIVER FROM ITS EXCHANGE AND NETWORK SERVICES PRICE CAP TARIFF

AT&T Communications of the Mountain States, Inc. ("AT&T") hereby responds to Qwest Corporation's Request for Partial Waiver from Its Exchange and Network Services Price Cap Tariff ("Petition").

In March 2003, AT&T requested that Qwest Corporation ("Qwest") install thirty (30) residential lines into its Arizona service center in order to test AT&T's internal processes and systems and Qwest's operations support systems.¹ AT&T wishes to conduct testing to verify its ability to place, and Qwest's ability to process, UNE-P orders to serve residential customers in

¹ Qwest's Petition incorrectly states that AT&T requested the installation of 35 residential lines.

Arizona. This is a preliminary step by AT&T in the process of making a final decision whether to provide residential service using UNE-P.

In response to AT&T's request, Qwest sent AT&T a questionnaire to fill out. AT&T provided a response to Qwest's questionnaire on April 2, 2003. AT&T advised Qwest in its transmittal that it wanted the lines installed by April 25, and in the response to the questionnaire, AT&T indicated it wanted the lines installed in late April.

On April 22, 2003, Qwest, without advising or discussing the matter with AT&T, filed its Petition. AT&T believes the Petition is unnecessary, and believes that any question regarding possible restrictions could have been dealt with informally and much earlier. By waiting to file the Petition until April 22, twenty days after the questionnaire was provided to Qwest and three days before the date AT&T's desired installation of the lines, AT&T's testing schedule is in serious jeopardy, which may indefinitely delay testing and the benefits of residential competition to Arizona consumers. Qwest's unilateral decision to file the Petition 3 days before AT&T's requested installation date is extremely frustrating to AT&T.

Qwest's tariff may contain limitations on obtaining residential service in business locations. However, AT&T is not seeking lines to provide residential service to residential customers, nor is AT&T seeking the lines to provide business service to customers. AT&T is seeking the lines to test AT&T's and Qwest's abilities to provision residential lines using UNE-P. Once the test is over, AT&T will place an order to disconnect the lines. Therefore, the purpose and intent of the Qwest tariff is not being contravened.

² In its response to the questionnaire, AT&T advised that if Qwest believed a waiver was necessary, it would work with Qwest to obtain one. However, AT&T was not contacted to discuss the method of obtaining such a waiver, nor advised that Qwest would demand one be obtained as a condition of the test.

AT&T is interested in obtaining residential lines for the test because AT&T is attempting to make an informed decision regarding residential market entry. AT&T is seeking to have residential lines installed in a business location as a matter of convenience. It is much easier to have 35 residential lines installed in one business location to conduct the test than it is to identify potentially dozens of residential locations to obtain the desired line count. The experience and information that AT&T is seeking to acquire is not dependent upon the test using residential lines at multiple locations at actual residences.

After the test lines have been installed, AT&T and Qwest will proceed as if AT&T was offering local service to residential consumers. AT&T will pay all retail tariff charges for the retail test accounts that are established. AT&T will subsequently convert the retail accounts to AT&T UNE-P accounts with various combinations of features. Once the retail accounts are converted to AT&T UNE-P accounts, AT&T will pay the applicable UNE-P charges. AT&T does not believe Qwest will incur any unaccounted for costs by providing retail service and UNE-P to AT&T. However, AT&T has indicated it is willing to discuss any extraordinary expenses Qwest believes it would incur.

In a prior Minnesota UNE-P test, AT&T's focus was on gaining a high level understanding of Qwest's business rules and how they related to AT&T's internal processes and AT&T's understanding of EDI gained through development with other incumbent local exchange carriers. Consequently, the prior interface did not include any pre-order capabilities. Nor was that prior interface linked to AT&T's front-end order processing systems. The lack of any EDI pre-order capabilities did not permit AT&T to test its ability to develop an interface with pre-order capabilities nor was it able to test its ability to successfully integrate pre-order information into orders. The prior test also did not permit AT&T to test the integration of its

internal front-end systems with a Qwest-specific EDI interface. In preparation for this latest test, AT&T has developed pre-order capabilities, integrated the pre-order information into orders and has linked the EDI interface to its internal front-end order processing systems. Additionally, this test will permit end-to-end testing of AT&T's internal work centers and processes.

AT&T does not intend to focus on repair interfaces. AT&T's plan is to report problems through Qwest's documented processes. Installation problems within 72 hours of installation will be reported to the Qwest ISC. Installation problems occurring 72 hours after installation will be reported to the Qwest Repair Center. Connectivity and EDI-related problems will be reported to the Help Desk.

AT&T cannot stress enough the need to address this issue on an expeditious basis. Time is of the essence. Valuable time has been lost. If installation of the lines and testing does not start in the very foreseeable future, AT&T may have to delay indefinitely any further evaluation of residential market entry in Arizona and reallocate resources to another jurisdiction.

AT&T respectfully requests that the Commission immediately determine whether a waiver is necessary and, if the Commission believes a waiver is necessary, grant Qwest's waiver request.

Respectfully submitted this 29th day of April, 2003.

AT&T COMMUNICATIONS OF THE MOUNTAIN STATES, INC.
Mary B. Tribby
Richard S. Wolters
1875 Lawrence Street, #1503
Denver, Colorado 80202
(303) 298-6741
(303) 298-6301 (Facsimile)
rwolters@att.com

OSBORN MALEDON, P.A.

Joan S. Burke

2929 North Central Avenue, Suite 2100

Phoenix, Arizona 85012-2794

(602) 640-9356

jsburke@omlaw.com

Attorneys for AT&T of the Mountain States, Inc.

CERTIFICATE OF SERVICE

I certify that the original and 15 copies of AT&T's Response to Qwest Corporation's Request for Partial Waiver From Its Exchange and Network Services Price Cap Tariff regarding Dockets Nos. T-02428A-96-0417 and T-01051B-96-0417 were hand delivered this 29th day of April, 2003, to:

Arizona Corporation Commission Docket Control – Utilities Division 1200 West Washington Street Phoenix, Arizona 85007

and that a copy of the foregoing was hand delivered this 29th day of April, 2003, to the following:

Christopher Kempley, Chief Counsel Legal Division Arizona Corporation Commission 1200 West Washington Street Phoenix, AZ 85007

Lyn Farmer Chief Hearing Officer Arizona Corporation Commission 1200 West Washington Street Phoenix, AZ 85007 Ernest G. Johnson, Director Director - Utilities Division Arizona Corporation Commission 1200 West Washington Street Phoenix, AZ 85007

Maureen Scott Legal Division Arizona Corporation Commission 1200 West Washington Street Phoenix, AZ 85007

and that a copy of the foregoing was sent via United States Mail, postage prepaid, on the 29th day of April, 2003, to:

Qwest Corporation 1801 California Street, #5100 Denver, CO 80202

Maureen Arnold U S West Communications, Inc. 3033 North Third Street, Room 1010 Phoenix, Arizona 85012

Michael M. Grant Gallagher and Kennedy 2575 East Camelback Road Phoenix, Arizona 85016-9225 Michael W. Patten Roshka Heyman & Dewulf 400 East Van Buren, Suite 800 Phoenix, Arizona 85004

Charles Kallenbach American Communications Services, Inc. 131 National Business Parkway Annapolis Junction, Maryland 20701

Thomas F. Dixon MCI Telecommunications Corp. 707 17th Street, #3900 Denver, Colorado 80202 Timothy Berg Fennemore Craig 3003 North Central Avenue, Suite 2600 Phoenix, Arizona 85016

Joyce Hundley United States Department of Justice Antitrust Division 1401 H Street NW, Suite 8000 Washington, DC 20530

Thomas L. Mumaw Jeffrey W. Crockett Snell & Wilmer One Arizona Center Phoenix, Arizona 85004-0001

Darren S. Weingard Stephen H. Kukta Sprint Communications Co., L.P. 1850 Gateway Drive, 7th Floor San Mateo, CA 94404-2467

Daniel Waggoner Davis Wright Tremaine 2600 Century Square 1501 Fourth Avenue Seattle, WA 98101-1688

Douglas Hsiao Jim Scheltema Blumenfeld & Cohen 1625 Massachusetts Avenue N.W., Suite 300 Washington, DC 20036

Richard M. Rindler Morton J. Posner Swider & Berlin 3000 K Street, N.W., Suite 300 Washington, DC 20007 Mark Dioguardi Tiffany and Bosco, P.A. 500 Dial Tower 1850 North Central Avenue Phoenix, Arizona 85004

Curt Huttsell Electric Lightwave, Inc. 4 Triad Center, Suite 200 Salt Lake City, UT 84111

Scott S. Wakefield, Chief Counsel RUCO 1110 W. Washington, Suite 220 Phoenix, Arizona 85007

Thomas H. Campbell Lewis & Roca 40 North Central Avenue Phoenix, Arizona 85007

Andrew O. Isar TRI 4312 92nd Avenue, N.W. Gig Harbor, Washington 98335

Bradley Carroll Cox Arizona Telcom, L.L.C. 20401 North 29th Avenue, Suite 100 Phoenix, Arizona 85027

Diane Bacon, Legislative Director Communications Workers of America 5818 North 7th Street, Suite 206 Phoenix, Arizona 85014-5811 Harry L. Pliskin Covad Communications Company 7901 Lowry Boulevard Denver, CO 80230

Al Sterman Arizona Consumers Council 2849 East 8th Street Tucson, Arizona 85716

Brian Thomas Time Warner Telecom, Inc. 520 S.W. 6th Avenue, Suite 300 Portland, Oregon 97204

Jon Poston ACTS 6733 East Dale Lane Cave Creek, Arizona 85331-6561

M. Andrew Andrade Attorney for TESS Communications, Inc. 5261 South Quebec Street, Suite 150 Greenwood Village, CO 80111 Mark P. Trinchero Davis Wright Tremaine LLP 1300 S.W. Fifth Avenue, Suite 2300 Portland, Oregon 97201

Jon Loehman Managing Director-Regulatory SBC Telecom, Inc. 5800 Northwest Parkway Suite 135, Room 1.S.40 San Antonio, Texas 78249

Kimberly M. Kirby Davis Dixon Kirby LLP 19200 Von Karman Avenue, Suite 600 Irvine, CA 92612

Todd C. Wiley Gallagher & Kennedy 2575 East Camelback Road Phoenix, Arizona 85016-9225

Brenda Windt